

Lesson 2: Fundamentals of Insurance

REQUIREMENTS AND CHARACTERISTICS OF INSURABLE RISKS

- Large risk groups / Law of large numbers:
 - Law of large numbers:

- Identifiable and measurable loss:

- Fortuitous or accidental losses:

- Loss cannot be catastrophic:

- Economically affordable premiums:

- Subrogation rights:

ADDITIONAL LEGAL CHARACTERISTICS OF INSURANCE CONTRACTS

- Insurance contracts are personal:

- Contract of adhesion:

- Unilateral contract:

- Conditional contract:

- Aleatory contracts:

- Contracts of utmost good faith:

- Concealment:

- Misrepresentation:

- Waiver and Estoppel:

- Waiver:

- Estoppel:

- Agents versus brokers:

- Insurance to value provisions:

- Coinsurance provisions:

MULTIPLE INSURANCE PROVIDER CLAIM SOLUTIONS

- Pro rata liability:

- Contribution by equal shares:

- Primary and excess: